

FISCAL NOTE

SB 470 - HB 1482

March 27, 1997

SUMMARY OF BILL: Requires health insurers and managed care organizations to provide coverage of diabetes equipment, supplies and out patient training and education. Also requires coverage of new equipment and supplies approved by the Food and Drug Administration.

ESTIMATED FISCAL IMPACT:

Increase State Expenditures - Exceeds \$100,000

**Other Fiscal Impact - Increase Expenditures/Health Insurance Industry -
Exceeds \$100,000¹**

Assumes an increase in cost to the TennCare Program for expansion of covered services for diabetes. Assumes most of the equipment and supplies listed in the bill are currently covered under TennCare.

This bill would not directly impact the state employee health insurance plan or most local government health insurance plans since self-insured plans are exempted by Federal (ERISA).

¹The impact on the health care industry is included as required by Chapter 244 of the Public Acts of 1989.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director

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